

**MINUTES OF THE REGULAR MEETING OF THE  
OKLAHOMA POLICE PENSION AND RETIREMENT BOARD**  
Board Room  
1001 N.W. 63<sup>rd</sup> Street, Suite 305  
Oklahoma City, Oklahoma 73116

**NOVEMBER 19, 2014**

The regular meeting of the Oklahoma Police Pension and Retirement Board was called to order by Chairman Ryan Perkins at approximately 9:00 a.m. on Wednesday, November 19, 2014, in the Board Room of the Oklahoma Police Pension and Retirement System.

MEMBERS PRESENT: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, and Tim Foley.

OTHERS: Steven K. Snyder, Executive Director; Darcie Gordon, Administrative Officer; Sean Ruark, Pension Administration Officer; Deric Berousek, Chief Financial Officer; Kim Heaton, Attorney General's Office; Jason Pulos, Asset Consulting Group; Jessica Wofford and Jon Bozeman, Hugo Police Department.

MEMBERS ABSENT: Tony Davenport, Andy McPherson, and Frank Stone

\* \* \* \* \*

\*\*\*Note\*\*\* Jeff Pierce arrived at approximately 9:06 a.m. & W.B. Smith left at 10:37 a.m.

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**APPROVAL OF MINUTES OF BOARD MEETING HELD OCTOBER 15, 2014**

Motion by W.B. Smith and second by Jim Keesee to approve the Minutes of the Regular Board Meeting held October 15, 2014. Ayes: Craig Akard, Jim Keesee, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, and Tim Foley. Abstain: Tom Custer and Susan Knight. Absent: Tony Davenport, Andy McPherson, Frank Stone and Jeff Pierce. Motion Carried.

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**HEARING: CASE NO. OPPrB 14-02, APPLICATION FOR DISABILITY BENEFIT NOT IN LINE OF DUTY FOR JESSICA WOFFORD, HUGO**

Ms. Jessica Wofford was present for the hearing. She was not represented by legal counsel.

Mr. Steven Snyder introduced the following documents into the record:

- OPPrS Exhibit #1 - Notice of Hearing dated November 7, 2014
- OPPrS Exhibit #2 - Application for disability benefit not in line of duty dated June 20, 2014
- OPPrS Exhibit #3 – Oklahoma Department of Labor Form 301 – Injury and Illness Report
- OPPrS Exhibit #4 – No position letter from the City of Hugo
- OPPrS Exhibit #5 - Report from Dr. William Gillock, dated September 28, 2014 (7 pages)

Ms. Jessica Wofford had two additional documents she wanted entered into the record:

- OPPrS Exhibit #6 – Photos from Right Shoulder Arthroscopy performed 9/18/2013 at Mercy River Valley

- OPPRS Exhibit #7 – Photos from Right Shoulder Arthroscopy performed 10/22/2014 at Mercy River Valley.

Ms. Wofford was sworn in and testified as to how her injuries happened and the medical care she had received since. Chief Jon Bozeman verified how Ms. Wofford’s injuries had happened.

Mr. Snyder advised that the Application for Disability Benefit Not in Line of Duty should actually be an Application for Disability Benefit In Line of Duty. Mr. Snyder stated we could conform the request to the evidence.

Motion by Craig Akard and second by Tom Custer to go into Executive Session (at approximately 9:10 am). Ayes: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

Motion by Tom Custer and second by Craig Akard to go back into Open Session (at approximately 9:13 am). Ayes: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

Motion by Tom Custer and second by Craig Akard to conform Ms. Jessica Wofford’s application, based on her testimony, to an in line of duty disability with an impairment of 14% to the whole person which equates to 50% of the normal disability retirement. Ayes: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

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**CONSIDERATION AND VOTE, SUBJECT TO BOARD’S EXCEPTION, ON THE FOLLOWING APPLICATIONS**

a. Application for Participation:

| <u>Name</u>          | <u>City</u> |
|----------------------|-------------|
| Allen Collins        | Altus       |
| Theodore A. McGinley | Altus       |
| Jason M. Smith       | Anadarko    |
| Skylar B. Bartlett   | Ardmore     |
| Jake M. Glazener     | Ardmore     |
| Jose A. Moreno       | Blackwell   |
| Gregory V. Gibson    | Chickasha   |
| Preston M. Hodge     | Chickasha   |
| David J. Robert      | Comanche    |
| Brandon G. Eddy      | Davis       |
| Steven L. Kennedy    | El Reno     |
| Kyle E. Wise         | Eufaula     |
| Kendon L. Lott       | Hobart      |
| Mark A. Hickey, Jr.  | Miami       |
| Robert M. Lynch      | Muskogee    |
| William L. Sanders   | Muskogee    |
| Nathan C. Petts      | Mustang     |
| Dustin E. Wells      | Newkirk     |

|                       |               |
|-----------------------|---------------|
| Matthew J. Comodeca   | Oklahoma City |
| Antoine L. Davis      | Oklahoma City |
| Heather L. Lane       | Oklahoma City |
| Luis A. Maldonado     | Oklahoma City |
| Cecil W. Nave, Jr.    | Oklahoma City |
| Anthony L. Stacy      | Oklahoma City |
| Christopher J. Weaver | Oklahoma City |
| Jeremiah D. Brant     | Okmulgee      |
| Emmanuel J. DeLouiser | Okmulgee      |
| Rex A. Wikel          | Pawhuska      |
| Margaret A. Frost     | Ponca City    |
| Roy L. Aston, IV      | Ringling      |
| Brandon L. Turner     | Tonkawa       |
| Westen C. Vincent     | Tonkawa       |
| Jamie L. Breedlove    | Wewoka        |
| Timothy D. Clapp      | Alva          |
| Hayden J. Barnes      | Oklahoma City |
| Daniel E. Creech      | Oklahoma City |
| Jeremy R. DeSpain     | Oklahoma City |
| Jeremy D. Hanes       | Oklahoma City |
| Seth T. Mitchell      | Oklahoma City |
| Jennifer D. Peek      | Oklahoma City |
| Aaron D. Richards     | Oklahoma City |
| Elias Rivera          | Oklahoma City |
| Shasta M. Sheets      | Oklahoma City |
| Weston L. Slater      | Oklahoma City |
| Paul T. Spoerl        | Oklahoma City |
| Brittany L. McGeeHee  | Pauls Valley  |

b. Application for Refund of Contributions:

| <u>Name</u>             | <u>City</u>   |
|-------------------------|---------------|
| Scott Anderson          | Anadarko      |
| Ricardo Hernandez       | Clinton       |
| Leon Meeks, Jr.         | Hugo          |
| Hector R. Vallequinones | Lawton        |
| Lisa M. Thompson        | Oklahoma City |
| Brandon M. Dudgeon      | Stillwater    |
| Jerry J. Bumpass        | Sulphur       |
| Jeffrey F. Phillips     | Tahlequah     |
| Trevor Peters           | Tulsa         |
| Chad Wilkerson          | Atoka         |
| Michael DeSirey         | Broken Arrow  |
| Stephen Isedeh          | Chickasha     |
| Jon Z. Horn             | Edmond        |
| Anthony T. Harper       | Skiatook      |
| Clifton D. Blackford    | Woodward      |

c. Application for Participation in the Oklahoma Police Deferred Option Plan Under the Back Drop Provision:

| <u>Name</u>          | <u>City</u>   | <u>DOP Eff. Date</u> | <u>Service Pension Eff. Date</u> |
|----------------------|---------------|----------------------|----------------------------------|
| Paul M. Barbour, Jr. | Edmond        | 06/01/2012           | 11/01/2014                       |
| Jon K. Harris        | Norman        | 12/01/2010           | 12/01/2014                       |
| Robert B. Macy       | Oklahoma City | 12/01/2009           | 12/01/2014                       |
| Angela K. Quinn      | Oklahoma City | 03/01/2014           | 11/01/2014                       |
| Jeffery D. Gilliland | Sapulpa       | 11/01/2009           | 11/01/2014                       |
| Shannon J. Kepler    | Tulsa         | 09/01/2010           | 11/01/2014                       |
| Dianna Liedorff      | Tulsa         | 09/01/2012           | 12/01/2014                       |
| Alvin D. Webster     | Tulsa         | 12/01/2009           | 12/01/2014                       |
| Matt Wicks           | Tulsa         | 09/01/2014           | 11/01/2014                       |

d. Application for Vested Benefit:

| <u>Name</u>  | <u>City</u> | <u>Eff. Date</u> |
|--------------|-------------|------------------|
| James Hamlin | Muskogee    | 06/25/2024       |

e. Death Benefit:

| <u>Name</u>                         | <u>City</u>   |
|-------------------------------------|---------------|
| Wanona Askew, widow of Ted Askew    | Midwest City  |
| Barbara Mize, widow of Bill R. Mize | Oklahoma City |

f. Continuation of Benefit:

| <u>Name</u>                         | <u>City</u>   |
|-------------------------------------|---------------|
| Wanona Askew, widow of Ted Askew    | Midwest City  |
| Barbara Mize, widow of Bill R. Mize | Oklahoma City |

g. Application for Monies Due the Estate from the System:

| <u>Name</u>   | <u>City</u>   |
|---|---------------|
| Johnny D. Hopkins, Personal Rep. of<br>Dorothy L. Lewis | Oklahoma City |

h. Termination of Benefit:

| <u>Name</u>      | <u>City</u>   |
|------------------|---------------|
| Dorothy L. Lewis | Oklahoma City |

Motion by Jim Keesee and second by Jeff Pierce for approval of applications for Police Deferred Option Plan, Participation, Service Pension, Refunds and Benefits and the Addendum Ayes: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

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**REVIEW OF BOARD REPORTS**

The Account #6000, Fund 20000 (operating expenses), report is attached as Exhibit "A"; the Account #8557A, Fund Expenditures (receipts and disbursements), report for October 2014 is attached as Exhibit "B"; the Broker Commission Report is attached as Exhibit "C"; and the report for the Statement of Total Fund is attached as Exhibit "D."

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**ASSET CONSULTING GROUP – FINANCIAL CONSULTANT REPORT FOR MONTH ENDED OCTOBER 31, 2014, QUARTERLY REPORT FOR QUARTER ENDED SEPTEMBER 30, 2014, AND DISCUSSION ON REBALANCING PORTFOLIO ASSETS AMONG VARIOUS ASSET STRATEGIES AND MANAGERS. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Jason Pulos reviewed the ASAP report for the month ended October 31, 2014, a copy of which is attached as Exhibit "E". As of October 31, 2014, the total Fund was approximately \$2,201,150,000.00. The one-year return net of fees for the total Fund is 6.92%.

Mr. Jason Pulos reviewed the Quarterly Report for quarter ended September 31, 2014, a copy of which is attached as Exhibit "F".

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**ASSET CONSULTING GROUP – DISCUSSION AND POSSIBLE VOTE ON PROPOSED MODIFICATIONS TO THE EXPANDED HIGH YIELD/OAKTREE GUIDELINES. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Jason Pulos presented proposed guidelines that had been revised due to some changes in the Oaktree part of the portfolio, a copy of which is attached as Exhibit "G".

Motion by W.B. Smith and second by Jim Keesee to approve the proposed modifications to the Expanded High Yield/Oaktree Guidelines. Ayes: Craig Akard, Tom Custer, Jim Keesee, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

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**DISCUSSION AND POSSIBLE VOTE REGARDING THE 2014 MORTALITY TABLE. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Steven Snyder presented the 2014 Mortality Table, a copy of which is attached as Exhibit "H". He stated it shows members living longer and therefore extends mortality. He stated that it had not been adopted; it was only a draft that was out for comment. He also advised that it would give the System a higher actuarial liability. It would change our current actuarial funded status from 94.6% to 92.1%.

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**DISCUSSION AND POSSIBLE VOTE REGARDING THE USE OF SOCIAL MEDIA. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Steven Snyder advised that he had contacted Doug Doe, Social Media Specialist with OMES. He advised Mr. Snyder to wait on any actions regarding website and social media. He stated that OMES was going out for RFP's for a new web design company and that any changes would need to be approved through the Governor. Mr. Snyder also indicated that at some point in the future we would be hiring an Administrative Assistant and communications/social media would be assigned to that position.

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**REVIEW OF GASB 67 ACCOUNTING SUPPLEMENT PREPARED BY BUCK CONSULTANTS.  
BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Steven Snyder presented the GASB 67 Accounting Supplement that Buck Consultants is required to provide, a copy of which is attached as Exhibit "I". He noted that it showed our GASB 67 Funded Status at 101.53%

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**DISCUSSION OF HOUSE INTERIM STUDY – IS-H14-005. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Steven Snyder advised the board that the Interim Study meeting was held on November 12<sup>th</sup>, 2014. He stated it was a positive meeting but there was no indication as to what the legislature might do in the upcoming legislative session.

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**DISCUSSION AND POSSIBLE VOTE REGARDING POSSIBLE PROPOSAL RELATING TO A STIPEND FOR RETIRED SYSTEM MEMBERS. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

The board engaged in conversation about the possibility of giving a stipend when the system meets certain criteria. Mr. Ryan Perkins and Jeff Pierce advised that the FOP was looking for an opinion and direction from OPPRS about what circumstances would be acceptable. It would not be a COLA or automatically granted. OPPRS would need to be 100% funded, be a board option, and could be in any amount up to equaling one month's pension payment.

Motion by W.B. Smith and second by Tom Custer to advise the FOP of the following terms deemed acceptable by OPPRS in regards to a stipend; the system has to be 100% funded, it has to be a board option, it could be any amount up to equal the amount of one month's pension payment, and the Executive Director would review the prepared language. Ayes: Craig Akard, Tom Custer, Jim Keese, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, W.B. Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, and Frank Stone. Motion Carried.

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**CONSIDERATION CONCERNING SETTING THE BOARD MEETING DATES FOR CALENDAR YEAR 2015. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY.**

Mr. Snyder presented to the board the proposed board meeting dates for 2015, a copy of which is attached as Exhibit "J".

Motion by Rick Smith and second by Craig Akard to approve the 2015 Board meeting dates. Ayes: Craig Akard, Tom Custer, Jim Keese, Susan Knight, Brandy Manek, Ryan Perkins, Rick Smith, Jeff Pierce and Tim Foley. Absent: Tony Davenport, Andy McPherson, W.B. Smith and Frank Stone. Motion Carried.

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**TRUSTEE EDUCATION SESSION – PRESENTATION, FOR INFORMATIONAL PURPOSES ONLY, REGARDING SYSTEM BENEFITS, STRUCTURE, AND FINANCIAL STATISTICS**

Mr. Snyder briefly discussed the system benefits, structure and financial statistics of the system, a copy of which is attached as Exhibit "K".

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**LITIGATION REPORT – PROPOSED EXECUTIVE SESSION, IF DEEMED NECESSARY BY LEGAL COUNSEL TO DISCUSS CASE NO. 3:14-CV-02564, IN RE INFOBLOX, INC. (UNITED STATES DISTRICT COURT, NORTHERN DISTRICT OF CALIFORNIA); CASE NO. 1:14-CV-01997-LAK, IN RE WEIGHT WATCHERS INTERNATIONAL, INC. (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK); CASE NO. 8703-VCL, IN RE DOLE FOOD COMPANY, INC. (STATE OF DELAWARE COURT OF CHANCERY); CASE NO. 5:12-CV-00195-KKC, IN RE TEMPUR-PEDIC INTERNATIONAL, INC (UNITED STATES DISTRICT COURT, EASTERN DISTRICT OF KENTUCKY); CASE NO. 1:12-CV-03419-GBD-HBP, IN RE LAYDON VS. MIZUHO BANK, LTD. ET AL. (TIBOR LITIGATION). (UNITED STATES DISTRICT COURT, SOUTHERN DISTRICT OF NEW YORK); AND TO DISCUSS OTHER POTENTIAL LITIGATION WITH LEGAL COUNSEL PURSUANT TO 25 O.S. § 307(B)(4) IN THAT DISCLOSURE WILL SERIOUSLY IMPAIR THE ABILITY OF THE BODY TO CONDUCT A PENDING PROCEEDING IN THE PUBLIC INTEREST**

Mr. Snyder stated that all the cases had no change. There had been no action in the Infoblox case. OPPRS was responding to motions to dismiss in the Weight Watchers and Dole Foods cases. The defendants have filed a motion to dismiss in the Tibor case and OPPRS is appealing the dismissal in the Tempur-Pedic case.

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**NEW BUSINESS**

No new business

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**BOARD MEMBERS' REPORTS**

No board members reports.

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**DISCUSSION OF SEMINARS/CONFERENCES. BOARD TO TAKE APPROPRIATE ACTION AS DEEMED NECESSARY**

Mr. Snyder advised the board that NCPERS was May 3-7, 2015 in New Orleans, LA., IFEBP CAPP with Pensions I & II, June 9-12, 2015 in Chicago, IL, and IFEBP Annual Conference, Nov. 8-11, in Honolulu, HI. He also stated that NCPERS would have their Public Safety Conference in Rancho Mirage, CA sometime in the fall of 2015.

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**DIRECTOR'S REPORT**

Mr. Snyder wished the Board a Happy Thanksgiving. He stated that the Annual Tenant Appreciation Breakfast would be before the December Board meeting, at 8:00 am in the lobby. He also stated the Annual Reports and Pension Books had been mailed.

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The meeting was recessed at approximately 10:54 a.m.

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Notice of this meeting was filed with the Secretary of State and the agenda for the meeting was posted in compliance with the Open Meeting Act.

RESPECTFULLY SUBMITTED BY DARCI GORDON, ADMINISTRATIVE OFFICER.